GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

A.P.Port Department - Machilipatnam Deep Water Port - Extending of Government Guarantee for raising of loan for an amount of Rs.1092 crores by Infrastructre Corporation of Andhra Pradesh from open market i.e. from the Public Sector bank towards land acquisition and other developmental activities of Machilipatnam Deep Water Port and setting of ILMZ by Container Corporation of India (CONCOR) at Machilipatnam – Approval – Orders – Issued.

ENERGY, INFRASTRUCTURE & INVESTMENT (PORTS.I) DEPARTMENT

G.O.MS.No. 9 Dated: 08-05-2018

Read the following:

1. G.O.Ms.No.07, I&I Dept., dated 15-04-2010
2. Letter No.INCAP/AP/Machilipatnam DWP/24/2017, dated 11-12-2017 from the VC&MD, INCAP

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ORDER :

Machilipatnam is one of the most industrially backward region in the State of Andhra Pradesh with no booming economic activity for last three decades. It is the only town in the state which has witnessed negative population growth in the last three consecutive census from 1991 to 2011. The deep water port proposed to be developed in Machilipatnam has immense potential for regional development and overall socio-economic development of the region. This port will be the primary port of use for hinterland stretching from Capital Region of Andhra Pradesh to Hyderabad and Nagpur region of Maharashtra.

2. GoAP entered into Concession Agreement with Machilipatnam Port Ltd on 07-06-2010 for development of Machilipatnam Deep Water Port at Gilakaladinne.

3. Government in consultation with line Departments has decided to raise a loan of Rs.1060 crores from Public Sector Banks/Financial Institutions towards land acquisition for development of Machilipatnam Port and setting up of Integrated Logistics & Manufacturing Zone (ILMZ) by Container Corporation of India (CONCOR) at Machilipatnam through Infrastructure Corporation of Andhra Pradesh (INCAP).

4. Government after careful examinatioin of the matter hereby approve the proposal of the Chairman & Managing Director, INCAP towards extending Government Guarantee for raising of loan for an amount of Rs.1092 crores **(**Cost of land and predevelopment works **:** Rs.1060.00 Cr + 2% of Guarantee commission to Govt. **:** Rs. 21.20 Cr + 1% processing fee to INCAP **:** Rs.10.60 Cr**)** from the Public Sector Banks/Financial Institutions towards land acquisition and other developmental activities of Machilipatnam Deep Water Port and setting of Integrated Logistics & Manufacturing Zone (ILMZ) by Container Corporation of India Ltd (CONCOR) at Machilipatnam.

5. The Chairman & Managing Director, INCAP is requested to take necessary action in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJAY JAIN
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Secretary, Finance Department.
The Chairman & Managing Director, INCAP, Vijayawada.
The Director of Ports, Kakinada.

The Collector & District Magistrate, Krishna District, Machilipatnam.
The VC, MUDA, Machilipatnam.

Copy to :

The GA (Cabinet) Dept.,
PS to Prl.Secretary to C.M.,
P.S to Prl.Secretary, E, I&I Dept.,
SF/SC (w.r.t.C.No.18022/60/2018-Ports.I)

// FORWARDED :: BY ORDER //

SECTION OFFICER